

MOR-1**UNITED STATES BANKRUPTCY COURT**

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

PETITION DATE: 9/14/2016
DISTRICT OF TEXAS: Southern and Western Districts
DIVISION: Houston

MONTHLY OPERATING REPORT SUMMARY FOR MONTH November **YEAR** 2016

MONTH	September	October	November				
REVENUES (MOR-6)	18,746.97	0.00	0.00	0.00	0.00	0.00	0.00
INCOME BEFORE INT, DEPREC./TAX (MOR-6)	18,746.97	0.00	0.00	0.00	0.00	0.00	0.00
NET INCOME (LOSS) (MOR-6)	18,746.97	0.00	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO INSIDERS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO PROFESSIONALS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS (MOR-8)	21,718.88	325.00	0.00	0.00	0.00	0.00	0.00

The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee

REQUIRED INSURANCE MAINTAINED		EXP. DATE
AS OF SIGNATURE DATE		
CASUALTY	YES (X) NO ()	3/22/2017
LIABILITY	YES (X) NO ()	3/22/2017
VEHICLE	YES (X) NO ()	3/22/2017
WORKERS	YES (X) NO ()	8/19/2017
OTHER	YES () NO ()	- - -

Are all accounts receivable being collected within terms? **No**
Are all post-petition liabilities, including taxes, being paid within terms? **Yes**
Have any pre-petition liabilities been paid? **No**
If so, describe _____
Are all funds received being deposited into DIP bank accounts? **Yes**
Were any assets disposed of outside the normal course of business? **No**
If so, describe _____
Are all U.S. Trustee Quarterly Fee Payments current? **Yes**
What is the status of your Plan of Reorganization? _____

ATTORNEY NAME: Richard Fuqua
FIRM NAME: Fuqua and Associates
ADDRESS: 5005 Riverway, Suite 250
CITY, STATE, ZIP: Houston, TX 77056
TELEPHONE/FAX: 713-960-0217

MOR-1

I certify under penalty of perjury that the following complete
Monthly Operating Report (MOR), consisting of MOR-1 through
MOR-9 plus attachments, is true and correct.
SIGNER: David Polster (ORIGINAL SIGNATURE) TITLE: President, CEO
(PRINT NAME OF SIGNATORY) President / CEO DATE: 2/02/17

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

COMPARATIVE BALANCE SHEETS

ASSETS	FILING DATE*	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
	9/14/2016	9/30/2016	10/31/2016	11/30/2016				
CURRENT ASSETS								
Cash	2,701.91	0.00	0.00	28,048.02				
Accounts Receivable, Net	405,204.30	457,131.46	331,941.31	186,194.65				
Inventory: Lower of Cost or Market	112,000.00	112,000.00	112,000.00	112,000.00				
Prepaid Expenses								
Investments								
Other								
TOTAL CURRENT ASSETS	519,906.21	569,131.46	443,941.31	326,242.67	0.00	0.00	0.00	0.00
PROPERTY, PLANT & EQUIP. @ COST	1,546,256.00	1,546,256.00	1,546,256.00	1,546,256.00				
Less Accumulated Depreciation								
NET BOOK VALUE OF PP & E	1,546,256.00	1,546,256.00	1,546,256.00	1,546,256.00	0.00	0.00	0.00	0.00
OTHER ASSETS								
1. Tax Deposits								
2. Investments in Subsidiaries								
3. Leasehold Improvements	1,000,000.00	1,000,000.00	1,000,000.00	1,000,000.00				
4. See Below*	2.00		2.00					
TOTAL ASSETS	\$3,066,164.21	\$3,115,387.46	\$2,990,199.31	\$2,872,498.67	\$0.00	\$0.00	\$0.00	\$0.00

* Per Schedules and Statement of Affairs

MOR-2

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE*	MONTH September	MONTH October	MONTH November	MONTH	MONTH	MONTH
LIABILITIES							
POST-PETITION LIABILITIES(MOR-4)							
PRE-PETITION LIABILITIES							
Notes Payable - Secured	3,024,236.07	3,024,236.07	3,024,236.07	3,024,236.07			
Priority Debt	1,414,374.98	1,414,374.98	1,414,374.98	1,414,374.98			
Federal Income Tax	7,007.66	7,007.66	7,007.66	7,007.66			
FICA/Withholding							
Unsecured Debt	8,449,269.44	8,449,269.44	8,449,269.44	8,449,269.44			
Other							
TOTAL PRE-PETITION LIABILITIES	9,870,652.08	9,870,652.08	9,870,652.08	9,870,652.08	0.00	0.00	0.00
TOTAL LIABILITIES					0.00	0.00	0.00
OWNER'S EQUITY (DEFICIT)							
PREFERRED STOCK							
COMMON STOCK							
ADDITIONAL PAID-IN CAPITAL	67,154.87	67,154.87	67,154.87	67,154.87			
RETAINED EARNINGS: Filing Date							
RETAINED EARNINGS: Post Filing Date							
TOTAL OWNER'S EQUITY (NET WORTH)	(\$6,804,487.87)	(\$6,755,264.62)	(\$6,880,452.77)	(\$6,998,153.41)	0.00	0.00	0.00
TOTAL							
LIABILITIES & OWNER'S EQUITY	\$3,066,164.21	\$3,115,387.46	\$2,990,199.31	\$2,872,498.67	\$0.00	\$0.00	\$0.00

* Per Schedules and Statement of Affairs

MOR-3

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

SCHEDULE OF POST-PETITION LIABILITIES

	MONTH Sept	MONTH Oct	MONTH Nov	MONTH	MONTH	MONTH
TRADE ACCOUNTS PAYABLE						
TAX PAYABLE						
Federal Payroll Taxes	0.00	0.00	0.00			
State Payroll Taxes	0.00	0.00	0.00			
Ad Valorem Taxes	0.00	0.00	0.00			
Other Taxes	0.00	0.00	0.00			
TOTAL TAXES PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
SECURED DEBT POST-PETITION	0.00	0.00	0.00			
ACCRUED INTEREST PAYABLE	0.00	0.00	0.00			
ACCRUED PROFESSIONAL FEES*	0.00	0.00	0.00			
OTHER ACCRUED LIABILITIES						
1.	0.00	0.00	0.00			
2.	0.00	0.00	0.00			
3.	0.00	0.00	0.00			
TOTAL POST-PETITION LIABILITIES (MOR-3)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

*Payment requires Court Approval

MOR-4

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

AGING OF POST-PETITION LIABILITIES
MONTH November

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	AD VALOREM, OTHER TAXES	MONTH
0-30						
31-60	0.00					
61-90	0.00					
91+	0.00					
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

AGING OF ACCOUNTS RECEIVABLE

MONTH						
0-30 DAYS	0.00					
31-60 DAYS						
61-90 DAYS						
91+ DAYS						
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

MOR-5

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

STATEMENT OF INCOME (LOSS)

	MONTH Sept	MONTH Oct	MONTH Nov	MONTH	MONTH	MONTH	MONTH	MONTH	FILING TO DATE
REVENUES (MOR-1)	18,746.97	0.00	0.00						18,746.97
TOTAL COST OF REVENUES									0.00
GROSS PROFIT	18,746.97	0.00	0.00						18,746.97
OPERATING EXPENSES:									
Selling & Marketing									0.00
General & Administrative									0.00
Insiders Compensation									0.00
Professional Fees									0.00
Other									0.00
TOTAL OPERATING EXPENSES	0.00	0.00	0.00						0.00
INCOME BEFORE INT. DEPR/TAX (MOR-1)	18,746.97	0.00	0.00						18,746.97
INTEREST EXPENSE									0.00
DEPRECIATION									0.00
OTHER (INCOME) EXPENSE*									0.00
OTHER ITEMS**									0.00
TOTAL INT. DEPR & OTHER ITEMS	0.00	0.00	0.00						0.00
NET INCOME BEFORE TAXES	18,746.97	0.00	0.00						18,746.97
FEDERAL INCOME TAXES									0.00
NET INCOME (LOSS) (MOR-1)	18,746.97	0.00	0.00						18,746.97

Accrual Accounting Required. Otherwise Footnote with Explanation.

* Footnote Mandatory.

** Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

MOR-6

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

CASH RECEIPTS AND DISBURSEMENTS	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	FILING TO DATE
1. CASH BEGINNING OF MONTH	Sept	Oct	Nov					\$2,971.91
RECEIPTS:								
2. CASH SALES								0.00
3. COLLECTION OF ACCOUNTS RECEIVABLE		18,746.97	125,190.15	0.00				143,937.12
4. LOANS & ADVANCES (attach list)								0.00
5. SALE OF ASSETS								0.00
6. OTHER (attach list)			27,650.90					27,650.90
TOTAL RECEIPTS**		21,718.88	0.00	27,650.90	0.00	0.00	0.00	171,588.02
(Withdrawal) Contribution by Individual Debtor MFR-2*								0.00
DISBURSEMENTS:								
7. NET PAYROLL								0.00
8. PAYROLL TAXES PAID								0.00
9. SALES, USE & OTHER TAXES PAID								0.00
10. SECURED/RENTAL/LEASES								0.00
11. UTILITIES & TELEPHONE								0.00
12. INSURANCE								0.00
13. INVENTORY PURCHASES Interim Interest								0.00
14. VEHICLE EXPENSES								0.00
15. TRAVEL & ENTERTAINMENT								0.00
16. REPAIRS, MAINTENANCE & SUPPLIES								0.00
17. ADMINISTRATIVE & SELLING								0.00
18. OTHER (attach list)								0.00
TOTAL DISBURSEMENTS FROM OPERATIONS		0.00	0.00	0.00	0.00	0.00	0.00	0.00
19. PROFESSIONAL FEES								0.00
20. U.S. TRUSTEE FEES			325.00	0.00				325.00
21. OTHER REORGANIZATION EXPENSES (attach list)								0.00
TOTAL DISBURSEMENTS**		21,718.88	325.00	0.00	0.00	0.00	0.00	325.00
22. NET CASH FLOW		0.00	2,277.90	27,650.90	0.00	0.00	0.00	171,263.02
23. CASH - END OF MONTH (MOR-2)		\$0.00	\$2,277.90	\$29,928.80	\$29,928.80	\$29,928.80	\$29,928.80	\$174,234.93

MOR-7

* Applies to Individual debtors only
**Numbers for the current month should balance (match)
RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-8

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

CASH ACCOUNT RECONCILIATION MONTH OF November

BANK NAME	Capital One	Capital One	#		Capital One	
ACCOUNT NUMBER	#3820671596	#3820101757		#	#3820264249	
ACCOUNT TYPE	OPERATING	PAYROLL		TAX	OTHER FUNDS	TOTAL
BANK BALANCE	0.00	0.00			0.00	\$0.00
DEPOSITS IN TRANSIT	0.00	0.00			0.00	\$0.00
OUTSTANDING CHECKS	0.00	0.00			0.00	\$0.00
ADJUSTED BANK BALANCE	\$0.00	0.00		\$0.00	\$0.00	\$0.00
BEGINNING CASH - PER BOOKS	0.00	0.00			0.00	\$0.00
RECEIPTS*	0.00	0.00			0.00	\$0.00
TRANSFERS BETWEEN ACCOUNTS	0.00	0.00			0.00	\$0.00
(WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2	0.00	0.00			0.00	\$0.00
CHECKS/OTHER DISBURSEMENTS*	0.00	0.00			0.00	\$0.00
ENDING CASH - PER BOOKS	\$0.00	\$0.00		\$0.00	\$0.00	\$0.00

MOR-8

*Numbers should balance (match) TOTAL RECEIPTS and
TOTAL DISBURSEMENTS lines on MOR-7

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

CASH ACCOUNT RECONCILIATION

MONTH OF November

BANK NAME	Capital One	Capital One	#			
ACCOUNT NUMBER	#3023937483	#3023937491				
ACCOUNT TYPE	OPERATING	PAYROLL		TAX	OTHER FUNDS	TOTAL
BANK BALANCE	2,602.90	0.00			0.00	\$2,602.90
DEPOSITS IN TRANSIT	0.00	0.00			0.00	\$0.00
OUTSTANDING CHECKS	325.00	0.00			0.00	\$325.00
ADJUSTED BANK BALANCE	\$2,277.90	0.00		\$0.00	\$0.00	\$2,277.90
BEGINNING CASH - PER BOOKS	0.00	0.00			0.00	\$0.00
RECEIPTS*	0.00	0.00			0.00	\$0.00
TRANSFERS BETWEEN ACCOUNTS	2,277.90	0.00			0.00	\$2,277.90
(WITHDRAWAL) OR CONTRIBUTION BY						
INDIVIDUAL DEBTOR MFR-2	0.00	0.00			0.00	\$0.00
CHECKS/OTHER DISBURSEMENTS*	0.00	0.00			0.00	\$0.00
ENDING CASH - PER BOOKS	\$2,277.90	\$0.00		\$0.00	\$0.00	\$2,277.90

MOR-8

*Numbers should balance (match) TOTAL RECEIPTS and
TOTAL DISBURSEMENTS lines on MOR-7

CASE NAME: Inland Environmental & Remediation, Inc.
CASE NUMBER: 16-34624-H4-11

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals.
Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary).

INSIDERS: NAME/COMP TYPE	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. None	Sept	Oct	Nov			
2.		0.00				
3.						
4.						
5.						
6.						
TOTAL INSIDERS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

PROFESSIONALS	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. None	Sept	Oct	Nov			
2.		0.00				
3.						
4.						
5.						
6.						
TOTAL PROFESSIONALS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

MOR-9